



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

MAR 26 1986

MEMORANDUM FOR: Chairman Palladino

FROM: Victor Stello, Jr.
Acting Executive Director for Operations

SUBJECT: ADP TIMESHARING SERVICES FOR THE CORPORATE
DATA NETWORK (CDN)

My request for approval to enter into a commercial ADP Timesharing Services contract for which conditional approval was granted on August 8, 1985 (COMNP-85-27) is hereby withdrawn. An Interagency Agreement will be issued to obtain these timesharing services through the Department of Justice.

Our initial position on the use of commercial in lieu of the preferred government timesharing facilities was based on preliminary findings that adequate computer resources to support the Corporate Data Network (CDN) were unavailable from other federal agencies. As a result of our continued assessment of these government resources, we have determined that the Department of Justice timesharing facilities are available and will satisfy NRC's requirements.

The original projected cost of the commercial timesharing contract was estimated at \$6,000,000 over a four year life cycle. Our agreement with the Department of Justice will cover three (3) years at an estimated cost of \$3,500,000. Accordingly, we expect a cost savings of 20 to 30 percent by

CONTACTS:
Barbara Meehan, DC, ADM
49-24733
David Diehl, RM/D
49-28310

8610090275 861001
PDR FOIA
GARDE86-80 PDR

N-37

DISTRIBUTION

EDO R/F Sniezek
ADM R/F EDO 910
ACB R/F Scroggins
VStello
JRoe
PNorry
MSpringer
EHalman
DDiehl
MJMattia
THagan
BMeehan
Rehm

Chairman Palladino

-2-

utilizing the Department of Justice facility. The actual costs and relative cost savings will be determined by the actual usage for Corporate Data Network development and office automation. These costs will be closely monitored for efficiency and effectiveness of use.

Original signed by
Victor Stello

Victor Stello, Jr.
Acting Executive Director
for Operations

cc: Commissioner Roberts
Commissioner Asselstine
Commissioner Bernthal
Commissioner Zech
OPE
OGC
SECY

EDO JROE
EDO VStello *us*
3/18/86 3/26/86

OFFICE	ADM:DC:ACB	ADM:DC:ACB	ADM:DC:ACB	ADM:DC	RM	ADM	ADM
SURNAME	BMeehan:ps	THagan	MJMattia	EHalman	Hiller Scroggins	MSpringer	PNorry
DATE	3/18/86	3/17/86	3/19/86	3/19/86	3/20/86	3/24/86	3/24/86