

August 2, 2007

MEMORANDUM TO: William M. McCabe
Chief Financial Officer

FROM: Stephen D. Dingbaum **/RA/**
Assistant Inspector General for Audits

SUBJECT: STATUS OF RECOMMENDATIONS: AUDIT OF THE
NUCLEAR REGULATORY COMMISSION'S FY 2006
FINANCIAL STATEMENTS (OIG-07-A-02)

REFERENCE: OFFICE OF THE CHIEF FINANCIAL OFFICER
MEMORANDUM DATED JULY 11, 2007

Attached is the Office of the Inspector General's analysis and status of recommendation 5 as discussed in the agency's response dated July 11, 2007. Based on this response, recommendation 5 is closed.

If you have any questions or concerns, please call me on 415-5915.

Attachment: As stated

cc: V. Ordaz, OEDO
M. Malloy, OEDO
P. Tressler, OEDO

Audit Report
Audit of the Nuclear Regulatory Commission's
FY 2006 Financial Statements
(OIG-07-A-02)
Status of Recommendations

Recommendation 5: The CFO should implement the results of their assessment strategy. After the changes have been reflected in the FY 2007 fee rule, we will assess, in coordination with the Office of the Inspector General (OIG), actions implemented to address this condition.

OCFO Response

dated: July 11, 2007

Enclosed is a copy of the FY 2007 final fee rule, which was published in the *Federal Register* on June 6, 2007. I am providing you this rule in accordance with my February 6, 2007, memo and the November 9, 2006, memo from Jesse Funches, Chief Financial Officer, to you, regarding the audit of the FY 2006 financial statements.

OIG Analysis:

OIG, in coordination with R. Navarro & Associates, Inc., evaluated the final FY 2007 fee rule and determined that it satisfies OIG's recommendation by basing the hourly rate on FY 2007 budget data, which has been informed by cost data.

Status:

Closed.