

July 7, 2016

Mr. Cary Whitlock, Head of Finance
Louisiana Energy Services, LLC
P.O. Box 1789
Eunice, NM 88231

SUBJECT: SUPPORTING DOCUMENTS FOR LICENSE FEE BILLING ERROR

Dear Mr. Whitlock:

By letter dated May 13, 2016 (Agencywide Document Access and Management System [ADAMS] Accession No. ML16139A850), Louisiana Energy Services, LLC, dba URENCO USA (UUSA), requested detailed invoice information supporting the \$554,362.40 of the previously unbilled costs for technical assistance 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*.

Enclosed are the contractor's quarterly and monthly letter status reports describing the work performed during fiscal years 2013 through 2015 for Louisiana Energy Services, LLC of Eunice, New Mexico (Docket No. 07003103, License Number SNM-2010). These documents support the following three activities, identified by job code number as follows:

- J5687 – Louisiana Energy Service Amendment Review [Cost activity code, L34228];
- J5713 – Classification of Information at Louisiana Energy Services Uranium Enrichment Facility [Cost activity code, L34192]; and
- J5717 – Protection of Classified Information and Related Security Activities at the Louisiana Energy Services Uranium Enrichment Facility [Cost activity code, L34222].

The support documentation for J5687 covers the period of the previously unbilled amounts from fiscal years 2013 through 2014. The correctly billed invoices were not included in this group, and there were no identified under-billing errors for this job code during fiscal year 2015.

When compiling the J5713 and J5717 quarterly summary reports for transmittal, we observed that the combined amounts in job codes differed from those processed in our official financial system. Researching the reasons for this difference, we recognized that there is typically a 1 to 6 month delay between when the work is conducted and summarized in the quarterly summary report and when the invoices are submitted. Invoices are further delayed for work conducted by subcontractors, because their invoices are processed by the primary contractor first.

Because these contractor-prepared letters contained sensitive proprietary information for more than a single licensee, they have been redacted to only show technical assistance in support of the SNM-2010 license application.

C. Whitlock

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If you have any questions specific to the work performed by the contractor or the associated supporting documentation, please feel free to contact Mr. Thomas Grice at 301-415-7333, or via e-mail at Thomas.Grice@nrc.gov. For questions about your invoice, please contact Meghan Blair at 301-415-5245, or via e-mail at Meghan.Blair@nrc.gov.

Sincerely,

/RA/

Scott W. Moore, Acting Director
Office of Nuclear Material Safety
and Safeguards

Docket No. 07003103
License. SNM-2010

Enclosure:
Quarterly and Monthly Status Reports
for J5687, J5713 and J5717

C. Whitlock

- 2 -

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Sincerely,

/RA/

Scott W. Moore, Acting Director
Office of Nuclear Material Safety
and Safeguards

Docket No. 07003103
License. SNM-2010

Enclosure:
Quarterly and Monthly Status Reports
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Distribution:
MWylie, OCFO

ADAMS PKG Accession Number ML16165A093

OFC	FCSE/ECB	FCSE/ECB	FCSE/ECB	FCSE/ECB	FCSE/ECB	FCSE/PBPA
NAME	KSturzebecher	DMiller	JDowns	MRaddatz	TGrice	CBarror
DATE	06/15/16	06/15/16	06/22/16	06/20/16	06/20/16	06/22/16 7/7/2016
OFC	OCFO/ARB	OCFO/ARB	FCSE	NMSS/PBPA	NMSS/PBPA	NMSS/OD
NAME	MBlair	DD'Abate	CErlanger	WMoore	CSchum	SMoore
DATE	06/28/16 7/7/16	06/28/16	06/28/16	06/30/16	06/30/16	07/07/16

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