



UNITED STATES
NUCLEAR REGULATORY COMMISSION
WASHINGTON, D.C. 20555-0001

September 13, 1996

OFFICE OF THE
INSPECTOR GENERAL

MEMORANDUM TO: James M. Taylor
Executive Director for Operations

FROM: *for Robert W. Shideler*
Thomas J. Barchi
Assistant Inspector General for Audits

SUBJECT: OPPORTUNITIES FOR SAVINGS AVAILABLE THROUGH
IMPROVED MANAGEMENT OF WAREHOUSE OPERATIONS

Attached is the Office of the Inspector General's audit report entitled, "Opportunities for Savings Available Through Improved Management of Warehouse Operations." We found that opportunities exist for NRC to achieve economies and efficiencies in its warehouse operations by reassessing them and reducing unnecessary space requirements and unneeded inventories of supplies and property. We also found that the management controls over the agency's supplies inventory need strengthening.

On September 6, 1996, the Deputy Executive Director for Nuclear Materials Safety, Safeguards and Operations Support (DEDO) responded to our draft report. The DEDO generally agreed with our findings and recommendations and provided points of clarification on statements made in the report. In response to the DEDO's comments, we modified our report as we deemed appropriate.

Attachment:
As stated

cc: H. Thompson, OEDO
J. Milhoan, OEDO
J. Blaha, OEDO
J. Hoyle, SECY
K. Cyr, OGC
D. Rathbun, OCA
R. Scroggins, OC
P. Norry, ADM
G. Cranford, IRM
R. Bangart, OSP
W. Russell, NRR
E. Jordan, AEOD
D. Morrison, RES
C. Paperiello, NMSS
J. Funches, ICC
W. Beecher, OPA
H. Miller, RI
S. Ebneter, RII
A. Beach, RIII
L. Callan, RIV
OPA-RI
OPA-II
OPA-RIII
OPA-RIV
OPA-RIV-FO

OFFICE OF
THE INSPECTOR GENERAL

U.S. NUCLEAR
REGULATORY COMMISSION

AUDIT REPORT

