

February 9, 2007

The Honorable Nancy Pelosi
Speaker of the United States
House of Representatives
Washington, D.C. 20515

Dear Madam Speaker:

As required by Section 647(b) of Division F of the Consolidated Appropriations Act, FY 2004 P.L. 108-199, I am writing to notify you of the U.S. Nuclear Regulatory Commission's (NRC) competitive sourcing efforts for FY 2006. Consistent with guidance provided by the Office of Management and Budget, my letter constitutes the NRC's formal Report to Congress on these activities.

In accordance with the agency's Competitive Sourcing Plan dated December 15, 2003, the NRC conducted three Business Case Analyses (BCAs) of commercial activities in FY 2006. In each instance, the BCA demonstrated that it was more cost effective for the activity to be performed by Federal employees, and a determination was made not to initiate a public-private competition for the activity. Therefore, the NRC did not complete or initiate any competitions in FY 2006. The NRC plans to conduct three BCAs of commercial activities in FY 2007.

Should you desire further information, please do not hesitate to contact me.

Sincerely,

/RA/

Dale E. Klein

Identical letter sent to:

The Honorable Nancy Pelosi
Speaker of the United States
House of Representatives
Washington, D.C. 20515

The Honorable Richard B. Cheney
President of the United States Senate
Washington, D.C. 20510

The Honorable Thomas R. Carper
Chairman, Subcommittee on Clean Air
and Nuclear Safety
Committee on Environment and Public Works
United States Senate
Washington, D.C. 20510
cc: Senator George V. Voinovich

The Honorable Barbara Boxer
Chairman, Committee on Environment
and Public Works
United States Senate
Washington, D.C. 20510
cc: Senator James M. Inhofe

The Honorable Rick Boucher
Chairman, Subcommittee on Energy
and Air Quality
Committee on Energy and Commerce
United States House of Representatives
Washington, D.C. 20515
cc: Representative J. Dennis Hastert

The Honorable John D. Dingell
Chairman, Committee on Energy and Commerce
United States House of Representatives
Washington, D.C. 20515
cc: Representative Joe Barton

The Honorable Byron Dorgan
Chairman, Subcommittee on Energy
and Water Development
Committee on Appropriations
United States Senate
Washington, D.C. 20510
cc: Senator Pete V. Domenici

The Honorable Joseph I. Lieberman
Chairman, Committee on Homeland Security and
Governmental Affairs
United States Senate
Washington, DC 20510
cc: Senator Susan Collins

The Honorable Peter J. Visclosky
Chairman, Subcommittee on Energy
and Water Development
Committee on Appropriations
United States House of Representatives
Washington, D.C. 20515
cc: Representative David L. Hobson

The Honorable Henry Waxman
Chairman, Committee on Oversight and
Government Reform
United States House of Representatives
Washington, DC 20515
cc: Representative Tom Davis