



June 13, 2008

Mr. Keven R. Mabe
Vice President & Chief Financial Officer
CH-WG Idaho, LLC
850 Energy Drive
Suite 200
Idaho Falls, ID 83401

Dear Mr.Mabe:

FY 2007 SUPPORT COST BY FUNCTIONAL ACTIVITY REPORT (SCFAR) PEER REVIEW – CH-WG Idaho, LLC

The SCFAR Peer Review Team has reviewed the FY 2007 Support Cost by Functional Activity Report prepared by Advanced CH-WG Idaho, LLC (CWI). The purpose of our review was to confirm that the data reported by CWI complied with the guidelines and definitions issued by the United States Department of Energy (DOE) and to fulfill a DOE requirement to have all of the reporting sites independently reviewed on a periodic basis.

CWI FY 2007 Support Cost by Functional Activity Report Process

CWI uses their Work Breakdown Structure to categorize their costs. Since this is a new contract, this is the first peer review of CWI's SCFAR report and there are no previous recommendations to verify.

Items Identified During the FY 2007 Peer Review

1. Mail Services are currently categorized in the Central Administrative Services category (\$504.7k).

Team Recommendation: Move the cost to the Information Services category.

Site Response: CWI agrees to the team's recommendation.

2. Custodial (Common) (OSS) is currently categorized in the Central Administrative Services category (\$409.9k).

Team Recommendation: Move costs to the Maintenance category.

Site Response: CWI agrees to the team's recommendation

3. ICP Electrical Safety Committee is currently categorized in the Quality category (\$211.2k).

Team Recommendation: Move the cost to the Safety & Health category.

Site response: CWI agrees to the team's recommendation.

4. Planning & Controls Support to BEA is currently categorized under Mission Direct (\$190k).

Team Recommendation: Move the cost to Program/Project, Planning & Control category.

Site Response: CWI agrees to the team's recommendation.

5. Cafeteria Support is currently categorized in Mission Direct (\$302k).

Team Recommendation: Move the cost to the Central Administration Services category.

Site Response: CWI agrees to the team's recommendation.

6. CWI has identified several costs in the Mission Direct category that will be moved to various Support cost categories on future reports (\$16,262k)

Team Recommendation: The team agrees with these moves.

Accuracy Assessment

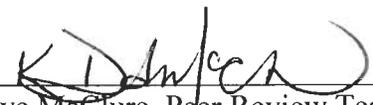
The Peer Review Team has concluded that CWI has met the intent of the SCFAR guidelines and definitions and has achieved a level of accuracy at or above 90%.

We would like to thank Mr. Scott Lebow for his outstanding effort and support.



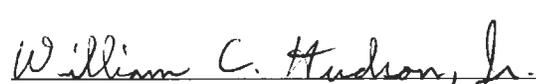
Debbie Hardman., Peer Review Team Lead
Pacific Northwest National Laboratory

6/13/08
Date



Dave McClure, Peer Review Team Member
Pacific Northwest National Laboratory

6-13-08
Date



William C. Hudson, Jr, Peer Review Team Member
Y-12 National Security Complex, B&W Y-12

6/13/08
Date

CH Betcher / for K Mabe
Keven Mabe, Vice President & Chief Financial Officer
CH-WG Idaho, LLC

6/13/08
Date

Cc: O. Barwell, DOE-HQ
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