

[REDACTED]

October 5, 2006

MEMORANDUM TO: Gary Janosko, Chief
Fuel Cycle Facilities Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

THRU: Peter Habighorst, Section Chief /RA/
Fuel Cycle Facilities Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

FROM: Kevin Ramsey, Project Manager
Fuel Manufacturing Section
Fuel Cycle Facilities Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

SUBJECT: NUCLEAR FUEL SERVICES, INC. - CLOSED MEETING SUMMARY,
SEPTEMBER 18, 2006, RE: RESTART OF OPERATIONS IN THE
BLENDED LOW-ENRICHED URANIUM PREPARATION FACILITY

On September 18, 2006, the U.S. Nuclear Regulatory Commission (NRC) staff met with Nuclear Fuel Services, Inc. (NFS) staff at NRC Headquarters in Rockville, Maryland. A list of attendees is provided in Enclosure 1 and the meeting agenda is provided in Enclosure 2. The purpose of the closed meeting was to obtain an understanding of: (1) the results of NFS' corrective actions since the [REDACTED] event of March 6, 2006, and (2) NFS' information and actions that justify approving the introduction of new material into processes shut down after the event.

After introductory remarks by NRC senior management, NFS made the following presentations concerning its corrective actions and its readiness to restart operations in the Blended Low-Enriched Uranium Preparation Facility (BPF):

1. Safety Culture at NFS.
 2. Corrective Actions Program.
 3. Configuration Management.
- [REDACTED]

4. Third Party Review.
5. NFS Response to Third Party Review.
6. Safe Restart and Operation of BPF.

Copies of the presentations are provided in Enclosures 3, 4, and 5. There was extensive discussion during the presentations. After the presentations were complete, the NRC staff left the room and discussed the information and any questions not already addressed. When the meeting resumed, the NRC thanked NFS for its presentations and stated that a letter documenting no objection to restarting BPF operations will depend on the results of an operational readiness review (ORR) inspection. The NRC believed the week of October 2 was the earliest an ORR inspection could be conducted. The NRC requested a letter from NFS when changes to BPF operations are complete and ready for inspection.

Docket No.: 70-143

License No.: SNM-124

Enclosures:

1. Attendee List
2. Meeting Agenda
3. NFS Main Presentation
4. NFS Configuration Management Presentation
5. NFS Third Party Review Presentation

G. Janosko

- 4. Third Party Review.
- 5. NFS Response to Third Party Review.
- 6. Safe Restart and Operation of BPF.

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Attendees

Region II

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OFC	FCFB		FCFB		FCFB	
NAME	KRamsey		VCheney		PHabighorst	
DATE	09/28/06		10/02/06		10/05/06	

OFFICIAL RECORD COPY



**UNITED STATES
NUCLEAR REGULATORY COMMISSION
HEADQUARTERS**

MEETING ATTENDANCE FORM

Subject: Meeting with Nuclear Fuel Services re: Restart of BLEU Preparation Facility

Date: 9/18/06 Location: NRC Headquarters, Room T-7A1

NAME	OFFICE	PHONE NUMBER
Kevin Ramsey	NRC/NMSS/FCSS	301-415-7887
Douglas Collins	NRC/RII/DFFI	404-562-4700
Dwight Ferguson	NFS	423-743-1754
Steve Crowe	NFS Third Party Review	865-548-4233
Eddie Ennis	NFS Third Party Review	423-899-2186
Dave Tashjian	NFS Third Party Review	910-792-1312
Gary Hazelwood	NFS	423-743-2516
Joe McCabe	NFS	423-388-0236
Paul Johnson	NFS	423-791-4202
Marie Moore	NFS	423-743-1737
Ray Bond	NFS	423-791-4336
Gary Janosko	NRC/NMSS/FCSS	301-415-7244
Robert Pierson	NRC/NMSS/FCSS	301-415-7213
Jack Strosnider	NRC/NMSS	301-415-7800
Marty Virgilio	NRC/EDO	301-415-1705
William Travers	NRC/RII	404-562-4410
David Ayres	NRC/RII/DFFI	404-562-4711
Laura Dudes	NRC/RII/DFFI	404-562-4806



AGENDA

NUCLEAR FUEL SERVICES, INC.

**September 18, 2006
1:00 p.m. - 4:00 p.m.**

Obtain an understanding of: (1) the results of Nuclear Fuel Services, Inc. (NFS) corrective actions since the [REDACTED] event of March 6, 2006, and (2) NFS' information and actions to justify approval to introduce new material into processes shut down after the event.

- 1:00 pm Sign-in and Introduction
- 1:10 pm Opening Remarks
- 1:20 pm NFS Presentation
- 3:10 pm NRC Caucus
- 3:30 pm Additional Discussion
- 3:50 pm Closing Remarks

