

[REDACTED]

August 5, 2004

Ms. B. Marie Moore, Vice President
Safety and Regulatory
Nuclear Fuel Services, Inc.
P.O. Box 337, MS 123
Erwin, TN37650

SUBJECT: RESPONSE TO THE NRC ORDER FOR [REDACTED]
[REDACTED] CATEGORY III FUEL FACILITIES FOR THE BLENDED
LOW-ENRICHED URANIUM (BLEU) OXIDE CONVERSION AND EFFLUENT
PROCESS BUILDING

Dear Ms. Moore:

We have reviewed your responses to the NRC Order for [REDACTED]
[REDACTED] Materials License SNM-124 transmitted by letter dated July 13, 2004. We have
determined that your response meets the reporting requirements of the July 8, 2003, Order.
We will verify full compliance with the Order as part of future reviews and inspections.

Please note that failure to comply with the Order will constitute a violation of requirements of the
Order and will be evaluated for enforcement action. Please notify the NRC if conditions change

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

B. Marie Moore

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at the site [REDACTED], and seek NRC approval in the form of a relaxation to the Order for those changes, if appropriate. Approval for relaxations to the Order will require a strong showing of good cause. If you have any questions, please contact Ms. Julie Olivier of my staff at (301) 415-8098 or by e-mail at jao@nrc.gov.

Sincerely,

/RA/

Robert Pierson, Director
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

Docket 70-143
License SNM-124

[REDACTED]

B. Marie Moore

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Docket 70-143
License SNM-124

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* See previous concurrence

ML

OFC	FCFB	FCFB	FCFB	FCFB	FCSS
NAME	J. Olivier	J. Muszkiewicz*	J. Lubinski	G. Janosko-RAN for	R. Pierson
DATE	8/5/04	8/4/04	8/5/04	8/5/04	8/5/04

Note: Reviewed by NSIR - no comments.