



**UNITED STATES  
NUCLEAR REGULATORY COMMISSION**  
REGION II  
245 PEACHTREE CENTER AVENUE NE, SUITE 1200  
ATLANTA, GEORGIA 30303-1257

March 1, 2019

Mr. John Stewart  
President, Nuclear Fuel Services, Inc.  
P.O. Box 337, MS 123  
Erwin, TN 37650

**SUBJECT: NUCLEAR FUEL SERVICES, INC., LICENSEE PERFORMANCE REVIEW OF  
LICENSED ACTIVITIES (NUCLEAR REGULATORY COMMISSION  
INSPECTION REPORT 70-143/2019-001)**

Dear Mr. Stewart:

The U.S. Nuclear Regulatory Commission (NRC) staff in the Region II office, the Office of Nuclear Material Safety and Safeguards, and the Office of Nuclear Security and Incident Response completed a periodic review of Nuclear Fuel Services (NFS) performance in conducting NRC-licensed activities. The performance review covered licensed activities from January 1, 2017, through December 31, 2018. The performance of NFS was evaluated in the areas of Safety Operations, Radiological Controls, Facility Support, Safeguards and Other Areas in accordance with Inspection Manual Chapter (IMC) 2604, "Licensee Performance Review."

Overall, the staff determined that NFS has continued to conduct activities safely and securely, and in a manner that protects public health and the environment. Based on our review of activities, no area needing improvement was identified in the performance areas mentioned above. Therefore, the NRC plans to conduct the core inspection program for a Category I Fuel Facility as described in NRC IMC 2600, Appendix B, "NRC Core Inspection Requirements Table 1," for the next performance assessment period (January 1, 2019 through December 31, 2020).

The results of our review will be discussed with you at a public meeting on May 16, 2019 at the Town Hall in Erwin, TN.

In accordance with Title 10 of the Code of Federal Regulations (CFR), Section 2.390, "Public inspections, exceptions, requests for withholding," a copy of this letter will be available electronically for public inspection in the NRC Public Document Room or from the Publicly Available Records (PARS) component of NRC's document system (ADAMS). ADAMS is accessible from the NRC Web site at <http://www.nrc.gov/reading-rm/adams.html> (the Public Electronic Reading Room).

J. Stewart

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Please refer questions and comments regarding your performance review to Mr. Brannen Adkins, Acting Chief, Projects Branch 1, by telephone at 404-997-4620.

Sincerely,

*/RA/*

LaDonna Suggs, Director  
Division of Fuel Facility Inspection

Docket No. 70-143  
License No. SNM-124

cc: (See page 3)

cc:

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SUBJECT: NUCLEAR FUEL SERVICES, INC., LICENSEE PERFORMANCE REVIEW OF LICENSED ACTIVITIES (NUCLEAR REGULATORY COMMISSION INSPECTION REPORT 70-143/2019-001) dated March 1, 2019

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\* See previous page for concurrence

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 ADAMS:  Yes    ACCESSION NUMBER: **ML19060A210**     SUNSI REVIEW COMPLETE     FORM 665 ATTACHED

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