

November 15, 2001

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

SUBJECT: NUCLEAR FUEL SERVICES, INC. (TAC NO. L31567) ACCEPTANCE OF
ENVIRONMENTAL ASSESSMENT TO SUPPORT THE BLEU PROJECT

Dear Ms. Moore:

We have received your supplemental Environmental Report for Licensing Actions to support the Blended Low-Enriched Uranium Project transmitted by letter dated November 9, 2001. Your submittal has been assigned TAC No. L31567. Please reference this number in any future correspondence associated with this submittal.

The supplemental Environmental Report has been accepted for formal review. Please note that the complete technical review may identify omissions in the submittal information or technical issues that require additional information. As you may know, NRC will contract with the Center for Nuclear Waste Regulatory Analysis to review the supplemental Environmental Report and prepare the Environmental Assessment.

Based on projection of current review schedules, we anticipate completing the Environmental Assessment by the end of June 2002. This date could change depending on the findings of our technical review, urgent assignments, or other factors. We will promptly communicate any significant changes to this schedule. I can be reached at (301) 415-7249 or by e-mail at mta@nrc.gov.

In addition, a copy of your submittal has been forwarded to the License Fee and Accounts Receivable Branch, Office of the Chief Financial Officer, who will contact you separately for billing, as this activity is subject to full cost fee recovery.

In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," 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/NRC/ADAMS/index.html> (the Public Electronic Reading Room).

Sincerely,

/RA/

Mary T. Adams, Project Manager
Fuel Cycle Licensing Branch
Division of Fuel Cycle Safety and Safeguards
Office of Nuclear Material Safety and Safeguards

Docket 70-143
License SNM-124

November 15, 2001

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

SUBJECT: NUCLEAR FUEL SERVICES, INC. (TAC NO. L31567) ACCEPTANCE OF ENVIRONMENTAL ASSESSMENT TO SUPPORT THE BLEU PROJECT

Dear Ms. Moore:

We have received your supplemental Environmental Report for Licensing Actions to support the Blended Low-Enriched Uranium Project transmitted by letter dated November 9, 2001. Your submittal has been assigned TAC No. L31567. Please reference this number in any future correspondence associated with this submittal.

The supplemental Environmental Report has been accepted for formal review. Please note that the complete technical review may identify omissions in the submittal information or technical issues that require additional information. As you may know, NRC will contract with the Center for Nuclear Waste Regulatory Analysis to review the supplemental Environmental Report and prepare the Environmental Assessment.

Based on projection of current review schedules, we anticipate completing the Environmental Assessment by the end of June 2002. This date could change depending on the findings of our technical review, urgent assignments, or other factors. We will promptly communicate any significant changes to this schedule. I can be reached at (301) 415-7249 or by e-mail at mta@nrc.gov.

In addition, a copy of your submittal has been forwarded to the License Fee and Accounts Receivable Branch, Office of the Chief Financial Officer, who will contact you separately for billing, as this activity is subject to full cost fee recovery.

In accordance with 10 CFR 2.790 of the NRC's "Rules of Practice," 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/NRC/ADAMS/index.html> (the Public Electronic Reading Room).

Sincerely,

/RA/

Mary T. Adams, Project Manager
Fuel Cycle Licensing Branch
Division of Fuel Cycle Safety and Safeguards
Office of Nuclear Material Safety and Safeguards

Docket 70-143

License SNM-124

DISTRIBUTION:(Control No.6VOS) [PARTIAL] Accession No. ML013200195

Docket No. 70-143 Region II FCLB r/f DStout JOLivier

WSchwink, SSSB EMcAlpine, RII WGloersen, RII

C:\Program Files\Adobe\Acrobat 4.0\PDF Output\Accept_ltr L31567.wpd

| OFC | FCLB | C | FCLB | C | FCLB | C |
|------|----------|---|----------|---|----------|---|
| NAME | MAdams | | PShea | | LRoché | |
| DATE | 11/15/01 | | 11/15/01 | | 11/15/01 | |