September 06, 2006

MEMORANDUM TO: Joseph G. Giitter, Chief

Special Projects Branch
Division of Fuel Cycle Safety

and Safeguards

THRU: Brian W. Smith, Chief

Gas Centrifuge Facility Licensing Section

Special Projects Branch
Division of Fuel Cycle Safety

and Safeguards

FROM: Stan Echols

Project Manager

Gas Centrifuge Facility Licensing Section /RA/

Special Projects Branch
Division of Fuel Cycle Safety

and Safeguards

SUBJECT: AUGUST 29, 2006, TELEPHONE CONFERENCE SUMMARY:

CLARIFYING INFORMATION ON USEC'S FACTUAL

ACCURACY REVIEW OF DRAFT SAFETY EVALUATION

REPORT

On August 29, 2006, the U.S. Nuclear Regulatory Commission (NRC) staff participated in a telephone conference with staff from USEC Inc. (USEC) to discuss clarifying information on USEC's factual accuracy review of the draft Safety Evaluation Report related to USEC's application for a gas centrifuge uranium enrichment facility proposed to be constructed and operated in Piketon, Ohio. I am attaching the telephone conference summary for your use.

Enclosure:

1. NRC/USEC Telephone Conference Summary - Clarifying Information on USEC's Factual Accuracy Review of draft Safety Evaluation Report

Docket: 70-7004

September 06, 2006

Joseph G. Giitter, Chief MEMORANDUM TO:

Special Projects Branch Division of Fuel Cycle Safety

and Safeguards

THRU: Brian W. Smith, Chief

Gas Centrifuge Facility Licensing Section

Special Projects Branch Division of Fuel Cycle Safety

and Safeguards

FROM: Stan Echols

Project Manager

Gas Centrifuge Facility Licensing Section /RA/

Special Projects Branch Division of Fuel Cycle Safety

and Safeguards

SUBJECT: AUGUST 29, 2006, TELEPHONE CONFERENCE SUMMARY:

CLARIFYING INFORMATION ON USEC'S FACTUAL ACCURACY REVIEW OF

DRAFT SAFETY EVALUATION REPORT

On August 29, 2006, the U.S. Nuclear Regulatory Commission (NRC) staff participated in a telephone conference with staff from USEC Inc. (USEC) to discuss clarifying information on USEC's factual accuracy review of the draft Safety Evaluation Report related to USEC's application for a gas centrifuge uranium enrichment facility proposed to be constructed and operated in Piketon, Ohio. I am attaching the telephone conference summary for your use. Enclosures:

1. NRC/USEC Telephone Conference Summary - Clarifying Information on USEC Factual Accuracy Review of draft Safety Evaluation Report

Docket: 70-7004

cc: (Cover Memo and Enclosure 1)

William Szymanski/DOE Michael Marriotte/NIRS Dan Minter/SODI Carol O'Claire/Ohio EMA James Curtiss/W&S Randall DeVault/DOE Lindsay Lovejoy/NIRS Karl Gross/LES Rocky Brown/Mayor of Beaver Jim Brushart/Pike Co. Comm.

David Bowe/SPFPA/USEC Teddy West/Scioto Twp. Trust. Vina Colley/PRESS Billy Spencer/Mayor of Piketon

Harry Rioer/Pike Co. Comm Larry Scaggs/Seal Twp.Trust. Robert Huff/Portsmouth CoC Ted Wheeler/Pike County Aud.

Kara Willis/Gov. Taft's Reg. 7 Ewan Todd/PRESS Joyce Weeth/Pike Co. Rec

Blaine Beekman/Pike CoC

Peter Miner/USEC Inc. Geoffrey Sea

Robert Owen/Ohio DoH Donald Silverman/Morgan Lewis Carrie Mytinger/Cong. Ney Marvin Jones/Chillicothe CoC Dwight Massie/Pike CoC MarJean Kennedy/Gov. Taft

DISTRIBUTION:

FCSS R/F SPB R/F JStrosnider/NMSS MFederline/NMSS RPierson/FCSS WTroskoski/SPB LTrocine/OE JGiitter/FCSS JHenson/RII RVirgilio/OSP NGarcia/SPB LRakovan/EDO RTroianowski/RII JDavis/DWM DAvres/RII MGalloway/TSG WBrach/SFPO DMcIntyre/OPA DMorey/TSG DHartland/RII TCombs/OCA TJohnson/SPB JYerokun/RES BThomas/SFPO RWescott/SPB BMoran/NSIR ISpivack/SPB LSilvious/NSIR RShaffer/RES RHannah/RII MBurrell/OE MBlevins/DWM

SEchols/SPB Hearing File File Center

USEC Website: Cover Memo and Enclosure 1

MI 062440247

**see previous concurrence

					WILUCETTUETI			3cc previous concurrence		
OFC	GCFLS		GCFLS		TSS		OGC		GCFLS	
NAME	ISpivack		SEchols**		RWray**		MBupp		BSmith	
DATE	09/1/06		09/1/06		09/ 06 /06		09/1/06		09/1/06	

Official Record Copy USEC/NRC Telephone Conference Summary Clarifying Information on USEC Factual Accuracy Review of draft Safety Evaluation Report

Date: August 29, 2006

Call Participants: NRC: USEC: WSMS: I. Spivack D. Couser G. Pyzik

S. Echols M. Smith
W. Troskoski D. Scott
C. Tripp K. Coriell
R. Wescott J. Thompson
B. Smith J. Bolling
Y. Faraz G. Corzine

T. Johnson N. Garcia-Santos

On August 29, 2006, the U.S. Nuclear Regulatory Commission (NRC) staff participated in a teleconference call with USEC Inc. (USEC) staff to discuss clarifying information on USEC's factual accuracy review of NRC's draft Safety Evaluation Report (SER). This information was submitted to NRC in document AET 06-0095.

NRC staff discussed USEC's comments on Chapters 3 and 7 and Appendices A and D and stated that comment #47 was accepted as recommended. NRC staff advised USEC to submit another comment and License Application (LA) changes if they wished to further clarify the exception to NFPA-13 in Section 1.4.6 of the LA. Comment #91 was accepted as recommended except that the second sentence was deleted. Comment #97 was accepted as recommended with the use of the words "depends on fire type." NRC staff agree with the rest of the comments in these Chapters and Appendices.

NRC staff discussed USEC's comments on Chapter 6 and stated that Comment #43 had a typographical error which was explained by the applicant during the teleconference. The applicant's recommended approach was accepted by removing the sentence referring to the UF_6 leak detector. Comments #44 and #45 were accepted as recommended with exception of a typographical error. Comment #46 was modified to add that the "see and flee" procedure is based on the Portsmouth Gaseous Diffusion Plant "see and flee" procedure.

NRC staff discussed USEC's comments on Chapter 5 and Appendix C and stated that Comments #37 and #40 will have some proposed word changes. Comment #81 will need some further review and Comment #83 will need to be further reviewed due to possible changes between USEC's Quality Assurance Program Description Revision 0 and Revision 3. Comment #76 was discussed. Possible new accident sequences resulting from feeding enriched material into the cascade are likely bounded. NRC staff will review. Comments #36, #38, #39, #41, #42, #82, #84, #85, #86, and #87 were accepted as recommended.

NRC staff discussed USEC's comments on Chapters 1, 2, and 10 and stated that Comment #61 and #62 will have some proposed word changes. Comment #22 was accepted as recommended after USEC stated that it will conform to the latest code and standard as of

January 1st, 2005. Any changes in the future to standards will be done under 10 CFR 70.72. Comment #60 was discussed because NRC requested that USEC coordinate with the Department of Energy regarding their decommissioning funding cost analysis prior to submission of updated cost estimates. USEC stated that it is concerned about possibly not receiving a timely response from DOE and that it will have to be discussed further.

The phone call ended with NRC and USEC stating that they will address the remaining open issues in the next telephone call.