



UNITED STATES
NUCLEAR REGULATORY COMMISSION

REGION II
SAM NUNN ATLANTA FEDERAL CENTER
61 FORSYTH STREET, SW, SUITE 23T85
ATLANTA, GEORGIA 30303-8931

August 22, 2006

CAL No. 02-06-003
NRC Event Nos. 42393, 42411

Mr. Dwight B. Ferguson, Jr.
President, Chief Executive Officer
Nuclear Fuel Services, Inc.
P. O. Box 337, MS 123
Erwin, TN 37650

SUBJECT: CONFIRMATION OF CLOSED MANAGEMENT MEETING,
NUCLEAR FUEL SERVICES, INC.- DOCKET NO. 70-143

Dear Mr. Ferguson:

This letter confirms the conversation of August 17, 2006, between Marie Moore of your staff and William Gloersen of this office concerning a management meeting that NRC requested which has been scheduled for September 5, 2006, at 1:00 p.m. (EDT) at the Region II Office, located at the Sam Nunn Atlanta Federal Center, 61 Forsyth Street SW, Suite 23T85, Atlanta, GA 30303. A meeting notice is enclosed. The purpose of the management meeting is to discuss additional information and actions you have taken for the safe re-start of the blended low enriched uranium (BLEU) preparation facility (BPF), including corrective actions and program enhancements that have been implemented or planned as a result of the BPF events. These would include program enhancements to your configuration management process, and improvements to your problem identification and corrective action program that include ensuring all levels of line management are sensitive to and taking action when there are early indications of problems before they become safety issues.

Please note that these program improvements need to be fully addressed by NFS, discussed with NRC management, and inspected by the NRC prior to receiving authorization to introduce new material into the BPF process in order for us to maintain confidence in your ability to operate your facilities safely. As such, please be prepared to address these areas during the management meeting. The meeting will be closed to the public due to the discussion of proprietary information and the sensitive nature of information to be discussed pursuant to 10 CFR 2.390.

D. B. Ferguson, Jr.

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Should you have any questions concerning this letter, please contact me at (404) 562-4700 or Mr. David Ayres, Branch Chief, Fuel Facility Inspection Branch #1 at 404-562-4711 .

Sincerely,

/RA/

Douglas M. Collins, Director
Division of Fuel Facility Inspection

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

Enclosure: Meeting Notice

cc w/encl:
B. Marie Moore
Vice President
Safety and Regulatory Management
Nuclear Fuel Services, Inc.
P. O. Box 337, MS 123
Erwin, TN 37650

L. Edward Nanney, Director
Division of Radiological Health
Tennessee Dept. of Environment & Conservation
L&C Annex, Third Floor
401 Church Street
Nashville, TN 37243-1532

Distribution w/encl (E-mail): (See page 3)

D. B. Ferguson, Jr.

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Distribution w/encl (Email):

NRC Attendees

K. Clark, Public Affairs Officer, RII

Region II Administrator's Secretary

RII DFFI Division Secretary

D. Ayres, RII

D. Collins, RII

W. Gloersen, RII

S. Burris, RII

G. Smith, RII

W. Travers, RII

R. Pierson, NMSS

G. Janosko, NMSS

M. Galloway, NMSS

K. Ramsey, NMSS

M. Lamastra, NMSS

D. Morey, NMSS

ADAMS: ☐ Yes ACCESSION NUMBER: _____

OFFICE	RII:DFFI	RII:DFFI					
SIGNATURE	/RA/	/RA/					
NAME	WGloersen	DAyres					
DATE	08/21/2006	May 12, 2008	May 12, 2008	May 12, 2008	May 12, 2008	May 12, 2008	May 12, 2008
E-MAIL COPY?	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO

OFFICIAL RECORD COPY

DOCUMENT NAME:

C:\MyFiles\Copies\NFSBPFEventclosedmeetingnotice(letter+notice)09-05-2006rev0.wpd



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August 22, 2006

SUBJECT: CLOSED MEETING

FACILITY: Nuclear Fuel Services, Inc.

DOCKET: 70-143

DATE & TIME: Tuesday, September 5, 2006
1:00 pm to 3:00 pm (Management Meeting)

LOCATION: Region II Office
Sam Nunn Atlanta Federal Center
61 Forsyth Street SW
Suite 23T85
Atlanta, GA 30303

PURPOSE: The purpose of the management meeting is to discuss additional information and actions that have been taken to justify the re-start of the Blue Preparation Facility (BPF), including corrective actions and program enhancements that have been implemented or planned as a result of the BPF event that occurred on March 6, 2006. This meeting will be closed to the public due to the discussion of proprietary and sensitive material.

ADAMS ACCESSION
NUMBER FOR
MEETING PACKAGE: ML062330221

NRC OFFICES
PARTICIPATING: NMSS, Region II

OTHER
ORGANIZATION
PARTICIPATING: Nuclear Fuel Services, Inc.

MEETING
CONTACT: William B. Gloersen, NRC, RII; 404-562-4713; wbg@nrc.gov

Enclosure