

June 27, 2007

Ms. B. Marie Moore, Vice President
Safety and Regulatory
Nuclear Fuel Services, Inc.
P.O. Box 337, MS 123
Erwin, TN 37650

SUBJECT: NUCLEAR FUEL SERVICES, INC. - ACCEPTANCE OF UPDATED
DECOMMISSIONING COST ESTIMATE (TAC L32599)

Dear Ms. Moore:

This letter is in response to your letter dated December 1, 2006, and the additional information transmitted by your letter dated May 23, 2007, which submitted an updated decommissioning cost estimate in accordance to 10 CFR 70.25(e). We have completed our review of the cost estimate and have determined that it is acceptable. Specifically, we find that it conforms to the guidance of NUREG-1757, Vol. 3, "Consolidated Nuclear Materials Safety and Safeguards Decommissioning Guidance: Financial Assurance, Recordkeeping, and Timeliness." Condition S-1 of your license shall be revised in a future license amendment to include the dates of your letters.

Upon receipt of the subject submittal, we assigned this action Technical Assignment Control (TAC) number L32599. This letter concludes our review, therefore, TAC L32599 is closed.

If you have any questions regarding this matter, please contact me at (301) 492-3123, or via e-mail to kmr@nrc.gov.

[REDACTED]

Sincerely,

/RA/

Kevin M. Ramsey, Project Manager
Fuel Cycle Facilities Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
and Safeguards

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

[REDACTED]

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Kevin M. Ramsey, Project Manager
Fuel Cycle Facilities Branch
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Office of Nuclear Material Safety
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Docket No.: 70-143
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