

[REDACTED]

June 8, 2004

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 REVISED PHYSICAL
PROTECTION PLAN, SITE SECURITY TRAINING PLAN AND SAFEGUARDS
[REDACTED] PLAN

Dear Ms. Moore:

We have received your submittal of your revised Physical Protection Plan, Site Security Training Plan and Safeguards [REDACTED] Plan for Materials License SNM-124 transmitted by letter dated April 29, 2004. The staff has completed an initial acceptance review of the NFS physical protection, [REDACTED] and training and qualification plans. The [REDACTED] and training and qualification plans meet the staff's initial acceptance criteria of format, content and commitment. However, the submitted physical protection plan does not meet the initial acceptance criteria and we ask that you make revisions to the plan and submit for staff review and approval by June 18, 2004.

The submitted plan does not contain commitments identified in NUREG-1322, "Acceptance Criteria for the Evaluation of Category-1 Fuel Cycle Facility Physical Security Plans." Ensure that the revised plan clearly and specifically identifies each Commission requirement that is intended to be satisfied by each provision of the plan. Additionally, remove redundancies, ensure that commitments are in the appropriate section, and remove extraneous material that is not commitment related. For further information please refer to Attachment 1, "Staff Guiding Principles And Criteria For Reviewing Revised Physical Security Plans, Safeguards [REDACTED], And Training and Qualification Plans," of NRC letter dated November 13, 2003, "Request for Input to [REDACTED] Guidance," (ADAMS Accession Number ML033230599).

Please note that an initial acceptance review is not an approval to begin operations with the plans. Final NRC approval to utilize the submitted plans will come after completion of the iterative review process, completion of a safeguards evaluation report, and issuance of a license condition.

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

M. Moore

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If you have any questions regarding this letter, please contact me at (301) 415-8098 or by e-mail at jao@nrc.gov.

[REDACTED]

Sincerely,

/RA/

Julie Olivier, Senior 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]

[REDACTED]

B. Moore

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Sincerely,

/RA/

Julie Olivier, Senior Project Manager
Fuel Cycle Facilities Branch
Division of Fuel Cycle Safety
and Safeguards
Office of Nuclear Material Safety
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Docket No. 70-143
License No. SNM-124

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*see previous concurrence

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OFC	FCFB		FCFB		NSIR		FCFB	
NAME	J.Olivier*		J.Muszkiewicz*		V.Ordaz*		J.Lubinski	
DATE	6/2/04		6/4/04		6/4/04		6/8/04	

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[REDACTED]