



UNITED STATES
NUCLEAR REGULATORY COMMISSION
REGION II
SAM NUNN ATLANTA FEDERAL CENTER
61 FORSYTH STREET SW SUITE 23T85
ATLANTA, GEORGIA 30303-8931

[REDACTED]

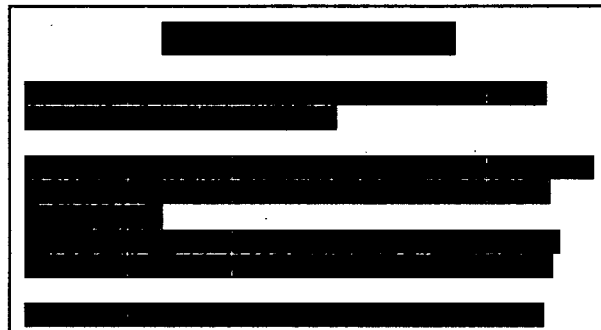
September 24, 2004

Nuclear Fuel Services, Inc.
ATTN: Mr. Kerry Schutt
President and General Manager
P.O. Box 337 MS 123
Erwin, TN 37650

SUBJECT: MEETING SUMMARY - CLOSED
NUCLEAR FUEL SERVICES, INC. - DOCKET NO. 70-143

Dear Mr. Schutt:

This letter refers to the closed meeting at the Nuclear Fuel Services (NFS) site in Erwin, TN, on August 27, 2004, during which we discussed several issues pertaining to your facility. The meeting afforded you the opportunity to provide feedback to the NRC regarding your efforts to [REDACTED] program requirements [REDACTED]. You also provided information about [REDACTED] the criticality accident alarm system. The meeting gave you the opportunity to present the results of a recent employee sensitivity study and discuss your plans to improve several areas of employee relations. Finally, the meeting afforded you the opportunity to discuss new initiatives at NFS regarding management programs and core values. The meeting was beneficial and provided the NRC with an acceptable level of confidence of your plans to improve your facility's performance in the above areas.



NFS

The names of participating attendees at the meeting and a copy of the presentation used by NFS are enclosed.

[REDACTED]
[REDACTED]
[REDACTED] Should you have any questions concerning this letter, please contact us.

Sincerely,

/RA/

David A. Ayres, Chief
Fuel Facility Inspection Branch 1
Division of Fuel Facility Inspection

Enclosures: 1. List of Participating Attendees
2. NFS Presentation (Proprietary Information)

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

Distribution w/encls: (See page 3)

[REDACTED]
[REDACTED]

NFS

Distribution w/encls:

D. Ayres, RII
W. Gloersen, RII
D. Rich, RII
A. Boland, RII
C. Galloway, NMSS
B. Westreich, NSIR
J. Olivier, NMSS
J. Lubinski, NMSS
P. Silva, NMSS

OFFICE	RII:DFFI	RII:DFFI		
SIGNATURE				
NAME	WGloersen	DRich		
DATE	09/24/04	09/24/04		
E-MAIL COPY?	YES NO	YES NO		
PUBLIC DOCUMENT				

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[REDACTED]

LIST OF PARTICIPATING ATTENDEES

August 27, 2004

U.S. NUCLEAR REGULATORY COMMISSION

W. Travers, Region II (RII)
D. Collins, RII
D. Ayres, RII
C. Evans, RII
J. Olivier, Nuclear Materials Safety and Safeguards (NMSS)
R. Pierson, NMSS
D. Rich, RII
L. Trocine, Office of Enforcement (OE)

NUCLEAR FUEL SERVICES, Inc.

D. Buck
D. Ferguson
K. Guinn
M. Moore
J. Nagy
N. Newman
K. Schutt
M. Tester
G. Tipton
A. Ward

KNOLLS ATOMIC POWER LAB

J. Eidens

Enclosure 1

[REDACTED]

[REDACTED]

[REDACTED]

Nuclear Fuel Services, Inc.
Slide Presentation on August 27, 2004

Enclosure 2

[REDACTED]