UNITED STATES



NUCLEAR REGULATORY COMMISSION

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

January 12, 2007

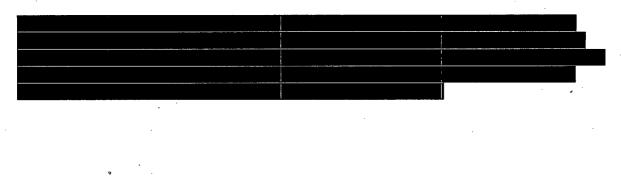
Mr. Dwight B. Ferguson, Jr. President, Chief Executive Officer Nuclear Fuel Services, Inc. P. O. Box 337, MS 123 Erwin, TN 37650

SUBJECT: CLOSED MEETING SUMMARY (LICENSEE PERFORMANCE REVIEW AND MANAGEMENT MEETING) NUCLEAR FUEL SERVICES, INC. -DOCKET NO. 70-143

Dear Mr. Ferguson:

This letter refers to the closed meetings at the Nuclear Fuel Services site in Erwin, TN, on January 9, 2007, during which we discussed (1) the NRC evaluation of your performance for your facility covering the period from February 5, 2006 to October 23, 2006. During the licensee performance review meeting, your performance was discussed in the following major areas: safety operations, radiological controls, facility support, licensing activities, and safeguards. The meeting afforded you the opportunity to provide feedback to the NRC regarding nuclear criticality safety, safety culture, problem reporting and assessment, engineering design verification, configuration control, procedural adherence in material control and accounting space, verification of protective strategies, and your perception of the NRC performance review. The meeting was beneficial and provided the NRC with an acceptable level of confidence of your plans to improve your management oversight of safety performance.

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



D. Ferguson

Should you have any questions concerning this meeting, please contact me at 404-562-4711.

Sincerely,

/RA/

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

Enclosures:

1. List of Participating Attendees

2. NRC Presentation

3. NFS Presentations (three)

cc w/encl 1 and 2: 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 (Email): NRC Attendees Region II Administrator's Secretary RII DFFI Division Secretary D. Collins, RII D. Ayres, RII M. Crespo, RII S. Burris, RII G. Smith, RII R. Correia, NSIR

M. Galloway, NMSS

M. Lamastra, NMSS

K. Ramsey, NMSS

ADAMS: X Ves ACCESSION NUMBER:_

OFFICE	RII:DFFI	I					
SIGNATURE	/RA/						
NAME	MCrespo						
DATE	01/11/2006	May 14, 2008					
E-MAIL COPY?	NO	YES NO	YES NO	YES NO	YES NO	YES NO	YES NO

OFFICIAL RECORD COPY DOCUMENT NAME: C:\FileNet\ML070180274.wpd

LIST OF PARTICIPATING ATTENDEES

January 9, 2007

U.S. NUCLEAR REGULATORY COMMISSION

<u>NMSS</u>	RII
J. Strosnider	V. McCree
P. Habighorst	D. Ayres
K. Ramsey	S. Burris
NSIR	M. Crespo
R. Correia	G. Smith

NUCLEAR FUEL SERVICES, INC.

D. Ferguson

B. M. Moore

T. Lindstrom

G. Hazelwood

K. Schutt

R. Bond

J. Nagy

M. Tester

A. Ward
A. Vaughan
R. Droke
N. Kenner
R. Shackelford
K. Weir
J. Wheeler

T. Lewis

Enclosure 1