

[REDACTED]

August 5, 2004

Ms. B. Marie Moore, Vice President  
Safety and Regulatory  
Nuclear Fuel Services, Inc.  
P.O. Box 337, MS 123  
Erwin, TN37650

SUBJECT: RESPONSE TO THE NRC ORDER FOR [REDACTED]  
[REDACTED] CATEGORY III FUEL FACILITIES FOR THE BLENDED  
LOW-ENRICHED URANIUM (BLEU) OXIDE CONVERSION AND EFFLUENT  
PROCESS BUILDING

Dear Ms. Moore:

We have reviewed your responses to the NRC Order for [REDACTED]  
[REDACTED] Materials License SNM-124 transmitted by letter dated July 13, 2004. We have  
determined that your response meets the reporting requirements of the July 8, 2003, Order.  
We will verify full compliance with the Order as part of future reviews and inspections.

Please note that failure to comply with the Order will constitute a violation of requirements of the  
Order and will be evaluated for enforcement action. Please notify the NRC if conditions change

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

[REDACTED]

B. Marie Moore

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at the site [REDACTED], and seek NRC approval in the form of a relaxation to the Order for those changes, if appropriate. Approval for relaxations to the Order will require a strong showing of good cause. If you have any questions, please contact Ms. Julie Olivier of my staff at (301) 415-8098 or by e-mail at jao@nrc.gov.

Sincerely,

*/RA/*

Robert Pierson, Director  
Division of Fuel Cycle Safety  
and Safeguards  
Office of Nuclear Material Safety  
and Safeguards

Docket 70-143  
License SNM-124

[REDACTED]

B. Marie Moore

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Sincerely,

**/RA/**

Robert Pierson, Director  
Division of Fuel Cycle Safety  
and Safeguards  
Office of Nuclear Material Safety  
and Safeguards

Docket 70-143  
License SNM-124

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\* See previous concurrence

**ML**

OFC	FCFB	FCFB	FCFB	FCFB	FCSS
<b>NAME</b>	J. Olivier	J. Muszkiewicz*	J. Lubinski	G. Janosko-RAN for	R. Pierson
<b>DATE</b>	8/5/04	8/4/04	8/5/04	8/5/04	8/5/04

Note: Reviewed by NSIR - no comments.